

August 8, 2025

Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: TOYO KANETSU K.K.
 Listing: Tokyo Stock Exchange
 Securities code: 6369
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2025	12,675	(9.4)	1,060	(18.6)	1,186	(18.0)	831	(12.5)
June 30, 2024	13,996	40.1	1,302	-	1,446	-	949	-

Note: Comprehensive income For the three months ended June 30, 2025: ¥760 million [(13.0)%]
 For the three months ended June 30, 2024: ¥873 million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2025	107.47	-
June 30, 2024	123.17	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
June 30, 2025	70,626	38,246	54.1	4,943.18
March 31, 2025	67,436	38,909	57.7	5,028.98

Reference: Equity
 As of June 30, 2025: ¥38,237 million
 As of March 31, 2025: ¥38,902 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	50.00	-	186.00	236.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		100.00		100.00	200.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	27,500	(3.4)	800	(58.3)	820	(59.8)	570	(64.7)	73.69
Fiscal year ending March 31, 2026	62,000	2.5	3,700	(10.5)	3,800	(13.7)	2,500	(31.3)	323.18

Note: Revisions to the earnings forecasts most recently announced: None

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2025	8,023,074 shares
As of March 31, 2025	8,023,074 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2025	287,588 shares
As of March 31, 2025	287,464 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	7,735,567 shares
Three months ended June 30, 2024	7,712,234 shares

Note: The number of treasury shares at the end of the fiscal year includes the Company's shares (56,000 shares in the first quarter of the fiscal year ending March 31, 2026 and 56,000 shares in the fiscal year ending March 31, 2025) held by the Benefit Trust Account for Officers. In addition, the Company's shares held by the Benefit Trust Account for Directors are included in the treasury stock deducted in the calculation of the average number of shares during the period (56,000 shares in the first quarter of the fiscal year ending March 31, 2026 and 58,975 shares in the first quarter of the fiscal year ending March 31, 2025).

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (optional)

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information available to the Company and on certain assumptions deemed to be reasonable. Actual financial results may differ from the results anticipated in the statements due to various factors. For matters related to earnings forecasts, please refer to "(3) Explanation of Forward-Looking Information on Consolidated Earnings Forecasts and Other Forward-Looking Information" on page 3 of the Appendix.

(Acquisition of Supplementary Financial Results Materials)

Supplementary financial results materials are disclosed on TDnet on the same day and are also posted on the Company's website.

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	6,516	9,373
Notes and accounts receivable - trade, and contract assets	26,874	24,196
Merchandise and finished goods	35	172
Work in process	1,144	2,105
Raw materials and supplies	4,676	4,620
Other	912	1,340
Allowance for doubtful accounts	(20)	(23)
Total current assets	40,140	41,784
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,945	6,229
Machinery, equipment and vehicles, net	723	740
Tools, furniture and fixtures, net	558	795
Land	10,265	10,864
Construction in progress	467	665
Other, net	28	39
Total property, plant and equipment	17,988	19,335
Intangible assets	690	729
Investments and other assets		
Investment securities	6,497	6,661
Deferred tax assets	258	271
Retirement benefit asset	1,085	1,048
Other	965	980
Allowance for doubtful accounts	(190)	(185)
Total investments and other assets	8,616	8,776
Total non-current assets	27,295	28,841
Total assets	67,436	70,626

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	976	860
Short-term borrowings	8,240	12,375
Current portion of bonds payable	20	104
Current portion of long-term borrowings	432	661
Accrued expenses	5,720	4,692
Income taxes payable	989	561
Contract liabilities	1,436	1,570
Provision for bonuses	538	227
Provision for loss on orders received	416	370
Provision for warranties for completed construction	351	339
Provision for loss on litigation	42	-
Other	1,228	1,368
Total current liabilities	20,393	23,132
Non-current liabilities		
Bonds payable	1,080	1,050
Long-term borrowings	4,213	4,507
Deferred tax liabilities	571	559
Deferred tax liabilities for land revaluation	1,128	1,128
Retirement benefit liability	457	891
Asset retirement obligations	505	620
Other	176	491
Total non-current liabilities	8,133	9,248
Total liabilities	28,526	32,380
Net assets		
Shareholders' equity		
Share capital	18,580	18,580
Capital surplus	1,278	1,304
Retained earnings	18,353	17,736
Treasury shares	(798)	(799)
Total shareholders' equity	37,414	36,821
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,413	1,404
Deferred gains or losses on hedges	(6)	(17)
Revaluation reserve for land	652	652
Foreign currency translation adjustment	(920)	(940)
Remeasurements of defined benefit plans	349	317
Total accumulated other comprehensive income	1,488	1,416
Non-controlling interests	7	8
Total net assets	38,909	38,246
Total liabilities and net assets	67,436	70,626

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	13,996	12,675
Cost of sales	10,518	9,231
Gross profit	3,478	3,444
Selling, general and administrative expenses	2,175	2,383
Operating profit	1,302	1,060
Non-operating income		
Interest income	2	1
Dividend income	120	125
Foreign exchange gains	64	-
Share of profit of entities accounted for using equity method	-	51
Other	25	49
Total non-operating income	213	228
Non-operating expenses		
Interest expenses	26	47
Foreign exchange losses	-	48
Share of loss of entities accounted for using equity method	23	-
Other	19	5
Total non-operating expenses	69	101
Ordinary profit	1,446	1,186
Extraordinary income		
Gain on sale of non-current assets	0	0
Gain on bargain purchase	-	77
Total extraordinary income	0	77
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Loss on disaster	9	-
Other	-	0
Total extraordinary losses	10	0
Profit before income taxes	1,436	1,263
Income taxes - current	480	273
Income taxes - deferred	5	158
Total income taxes	486	431
Profit	950	831
Profit attributable to		
Profit attributable to owners of parent	949	831
Profit attributable to non-controlling interests	0	0
Other comprehensive income		
Valuation difference on available-for-sale securities	(71)	(10)
Deferred gains or losses on hedges	19	(10)
Foreign currency translation adjustment	(19)	(20)
Remeasurements of defined benefit plans, net of tax	(18)	(31)
Share of other comprehensive income of entities accounted for using equity method	14	1
Total other comprehensive income	(76)	(71)
Comprehensive income	873	760
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	873	759
Comprehensive income attributable to non-controlling interests	0	0

(Notes on segment information, etc.)

I. the three months of the previous fiscal year (April 1, 2024 to June 30, 2024)

1. Information on sales and the amount of profit or loss for each reported segment

(in millions of yen)

	Reportable segments				Others	Reconciling items	Total
	Logistics Solutions Business	Plant Business	Business Innovation	Total			
Sales							
Revenues from external customers	8,980	2,685	2,219	13,886	110	-	13,996
Transactions with other segments	-	-	28	28	46	(74)	-
Total	8,980	2,685	2,247	13,914	156	(74)	13,996
Segment Profit	1,281	103	204	1,589	50	(336)	1,302

Note: The "Other" category includes real estate leasing, leasing, etc.

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the quarterly consolidated profit and loss and the statement of comprehensive income, and the main details of the difference (matters related to adjustment of differences)

benefit	Amount (million yen)
Total Reporting Segments	1,589
Benefits of the "Other" category	50
Company-wide expenses (Note)	351
Other Adjustments	14
Operating Income in Quarterly Consolidated Income and Statement of Comprehensive Income	1,302

Note: Company-wide expenses are mainly expenses related to administrative departments, such as the General Affairs Division, that are not attributable to the Reporting segment.

II. the three months of the current fiscal year (April 1, 2025 to June 30, 2025)

1. Information on sales and the amount of profit or loss for each reported segment

(in millions of yen)

	Reportable segments				Others	Reconciling items	Total
	Logistics Solutions Business	Plant Business	Business Innovation	Total			
Sales							
Revenues from external customers	7,298	2,920	2,356	12,574	100	-	12,675
Transactions with other segments	-	0	50	50	57	(108)	-
Total	7,298	2,920	2,406	12,625	158	(108)	12,675
Segment Profit	959	243	111	1,315	51	(306)	1,060

Note: The "Other" category includes real estate leasing, leasing, etc.

2. The difference between the total amount of profit or loss of the reported segment and the amount recorded in the quarterly consolidated profit and loss and the statement of comprehensive income, and the main details of the difference (matters related to adjustment of differences)

benefit	Amount (million yen)
Total Reporting Segments	1,315
Benefits of the "Other" category	51
Company-wide expenses (Note)	332
Other Adjustments	25
Operating Income in Quarterly Consolidated Income and Statement of Comprehensive Income	1,060

Note: Company-wide expenses are mainly expenses related to administrative departments, such as the General Affairs Division, that are not attributable to the Reporting segment.

3. Changes to Reporting Segments, etc.

(Change of Classification of Reporting Segments)

Previously, the Group's reporting segments were divided into four categories: "Logistics Solutions Business," "Plant Business," "Next-Generation Energy Development Business," and "Mirai Creation Business," but from the three months of the current fiscal year, the Group has decided to change it to three categories: "Logistics Solutions Business," "Plant Business," and "Mirai Creation Business."

This is in response to the organizational change effective April 1, 2025, in which the "Next-Generation Energy Development Project" will be dissolved in an evolutionary manner in order to accelerate research and development of large-scale liquefied hydrogen tanks in anticipation of the realization of a hydrogen-based society in the future, and will be transferred to the "Next-Generation Energy Development Center," an organization under the direct control of the President. In this way, we will create an environment where decisions can be made quickly for development, and we will establish technology for manufacturing large-scale liquefied hydrogen tanks.

Segment information for the three months of the previous fiscal year is based on the classification of reporting segments after the change.